

Arizona Corporation Commission DOCKETED

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BEFORE THE ARIZONA CORPORATION GOMENISSIDES

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AZ CORP COMMISSION DOCUMENT CONTROL

IN THE MATTER OF THE RULES TO ADDRESS SLAMMING AND OTHER DECEPTIVE PRATICES

DOCKET NO. RT-00000J-99-0034

## **COMMENTS OF CITIZENS COMMUNICATIONS**

Citizens Communications Company ("Citizens") submits these comments on the Commission's proposed rules regarding slamming, Article 19, and cramming, Article 20, on behalf of its three incumbent local exchange carriers ("ILECs") doing business in rural Arizona. These three rural ILECs are (1) Citizens Utilities Rural Company, Inc. d/b/a Frontier Citizens Utilities Rural, (2) Citizens Telecommunications of the White Mountains, Inc. d/b/a Frontier Communications of the White Mountains and (3) Navajo Communications Company, Inc.

Citizens has significant concerns regarding the added expense to make the changes that would be required to comply with the proposed rules, and has addressed those issues throughout this docket. However, for purposes of these comments, Citizens' has narrowed its comments on the proposed rules to address two of the

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provisions that are reflected in both the slamming and cramming rules: (1) record retention specifications and (2) foreign language requirements.

The proposed rules will require companies to enhance data and information systems, which is both costly and time-intensive. Citizens urges the Commission to adopt an effective date for these rules that allows companies a reasonable period of time to comply with these rules.

## **Record Retention Provisions**

Both the proposed slamming and cramming rules require telecommunications companies to retain certain information for 24 months. Records of customers' individual slamming complaints would be retained for 24 months (R14-2-1907.F). Telecommunications companies would also be required to maintain records of Customer Account Freeze authorizations and repeals for 24 months (R14-2-1909.F). The proposed cramming rules would require telecommunications companies to preserve records of individual subscriber service authorizations for 24 months (R14-2-2005.E), and to keep records of unauthorized charges for 24 months (R14-2-2006.A.5).

Citizens' automated systems currently preserve records of individual customer service order activity and any related remarks of its customer representatives for a sixmonth period. To upgrade systems to store the data and information for the required 24 month period would pose significant hurdles for Citizens. To comply with the proposed rules, Citizens would have to enhance system designs, program modifications and undergo testing. In addition to the considerable expense, Citizens estimates that it

will take between six and eight months to effectuate the necessary changes. One reason for the delay and expense is that Citizens is dependent on outside vendors to make the necessary system enhancements. To have an outside vendor do this work so that Citizens Telecommunications of the White Mountains and Navajo Communications Company can comply with the 24 month data retention provisions will cost an estimated \$131,000 or just over \$2.00 per access line. For these reasons, Citizen recommends that the Commission delay the effective date of its proposed slamming and cramming rules for one year. Delaying the effective date will provide a reasonable time frame for telecommunications companies to modify their systems to accommodate lengthen record retention responsibilities.

## **Language Requirements**

Both the proposed slamming and cramming rules have specific Spanish and foreign language requirements. An authorized carrier or its billing agent would be required to notify subscribers of changes of their service provider in both English and Spanish (R14-2-1906). This requirement applies to Citizens three rural ILECs in Arizona because they are billing agents for AT&T. Telecommunications companies would also be obligated to obtain authorization and communicate certain information "in all languages used at any point in the sales transaction," (R14-2-2005.B). Telecommunications companies would be required to conduct any sales transactions in the customer's choice of English or Spanish (R14-2-2005.C). In addition, telecommunications companies would have to notify customers of their slamming and

cramming rights in both English and Spanish (R14-2-1908.C.4 and R14-2-2007.D.4).

The Arizona proposed rules directly affect Citizens' rural LECs because there are call centers located in this state. Citizens has two customer-care centers in Arizona - one in Kingman and one in St. Michaels. Customers of Frontier Citizens Utilities Rural and Frontier Communications of the White Mountains are served by the Kingman call center, while the St. Michaels call center serves customers of Navajo Communications, Inc.

The Kingman call center utilizes a commercial translation service called "Language Line" to assist its customers. Language Line translators interpret conversations between Citizens' customers and its customer service representatives during three-way calls. Commercial translation services, such as Language Line, are expensive to use. Language Line interpreters cost Citizens \$1.60 per minute, and utilizing interpreters in three-way calls typically doubles the average holding time of a customer inquiry from 3½ to 7 minutes. If a company must provide this service to every caller, and the call holding time for a call is doubled, the cost of a customer contact will increase substantially. Increased costs such as this could have a direct impact on business decisions, such as where call centers should be located. Economies of scale in the provision of call center services have caused Citizens to consolidate call centers elsewhere to take advantage of efficiencies and reduce costs.

Citizens is also concerned about the requirements regarding the Spanish language that are contained in these rules. Navajo Communications' customer care center in St.

Michaels employs representatives who speak the Navajo language. According to the U.S. Census, less than 1.3% of those living on Navajo Tribal Lands report Hispanic origins, while the Navajo language is clearly prevalent on the reservation. Citizens' decision to have a customer-care center on the reservation is in large part due to the availability of Navajo speakers. To require that Navajo Communications provide Spanish-speaking representatives would be impractical, unnecessary and expensive.

## Conclusion

Citizens acknowledges that customers should be afforded some level of protection from unscrupulous telecommunications providers. However, Citizens also contends that this Commission should carefully assess the costs of the proposed rules and balance the need for protection against the expense of implementing the proposed rules. Therefore, Citizens recommends that:

- (1) The slamming and cramming rules be given an effective date of one year from adoption by the Commission to allow companies to make the necessary technological changes to comply with these rules; and
- (2) A telecommunications company that provides service in an area that is predominantly Native American would not be required to provide notice of subscriber's rights in Spanish, and must instead provide appropriate communication for the Native American.

RESPECTFULLY SUBMITTED this  $\mathcal{S}$  day of July, 2002.

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Original and ten (10) copies of the foregoing filed this \( \frac{1}{2} \) day of July, 2002, with:

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Copies of the foregoing mailed 10 this The day of July, 2002, to:

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